

Amendment No. 1 to HB3659

McManus  
Signature of Sponsor

**AMEND Senate Bill No. 3301\***

**House Bill No. 3659**

by deleting the language after the enacting clause and by substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 47-18-104(b), is amended by adding the following new subdivisions thereto:

( ) Engaging in a ponzi scheme, defined as a fraudulent investment scheme in which money placed by later investors pays artificially high dividends to the original investor, thereby attracting even larger investments;

( ) Making fraudulent statements or intentional omissions in order to induce a consumer to sell securities or other things of value to fund an investment;

SECTION 2. Tennessee Code Annotated, Section 47-18-104, is amended by adding the following as a new subsection thereto:

(f) For the purposes of section (b), investment does not include a security defined in § 48-2-102(17) or any insurance or annuity contract.

SECTION 3. This act shall take effect July 1, 2012, the public welfare requiring it.